# Estimating the Costs and Benefits of Adaptation to Extreme Precipitation: Duluth MN and Toledo OH

NATIONAL ADAPTATION FORUM

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#### Overview

- Objectives and Methodology
- How Methodology was Applied in Duluth and Toledo
- Lessons Learned to Date

# Objectives

- Identify the most cost effective stormwater management practices taking into account:
  - Future precipitation (2035)
  - Green infrastructure options
  - Future land use/land management options
- Develop a framework that can be used to inform future land use and stormwater infrastructure investments in other communities

### Adaptation Meets Hazard Mitigation

- Solving today's problems to be economically and environmentally sustainable for realities of the 21<sup>stC</sup>
  - Immediacy of issue ~\$2Billion/year for federally funded water infrastructure
  - Development pressure: once open space is developed, GI options become much more limited

## Methodology

#### **Evaluate:**

- Current rainfall with planned development (baseline)
- 2. Future rainfall (2035) with planned development
- 3. Current rainfall with planned development modified with adaptive measures (GI)
- 4. Future rainfall (2035) with planned development modified with adaptive measures (GI)

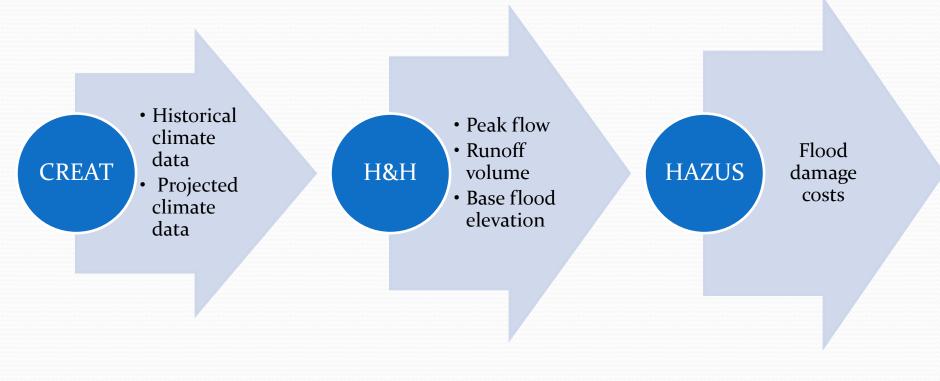
#### Calculate:

Costs of flooding with and without adaption: *the* business case for adaptive infrastructure

### Study Components – 5 Easy Pieces

- <u>Climate Prediction</u>: How much precipitation in 2035? (EPA's CREAT Model)
- <u>Hydrology and Hydraulics</u>: What are the resulting flood elevations and associated impacts? (Corps working with community models e.g., HEC, SWMM, SWAT)
- <u>Flood Damage Estimate</u>: What is the cost of the damage? (FEMA's HAZUS Model)
- <u>Planning</u>: What can be done to minimize damages?
   (Land Use and Gray-Green Infrastructure Options)
- <u>Economics</u>: What are the costs and benefits of the adaptation options? (<u>Building on and expanding RFF methodology</u>)

## How do the Models Work Together?



#### **Economics**

- Monetize primary and secondary costs based on HAZUS (property damage) outputs
- Estimate average annualized costs for a set of flooding events at different intensities
- Evaluate difference in cost under the four operating assessment scenarios
- Estimate co-benefits (water quality, recreation, fisheries) of green infrastructure for fuller cost accounting

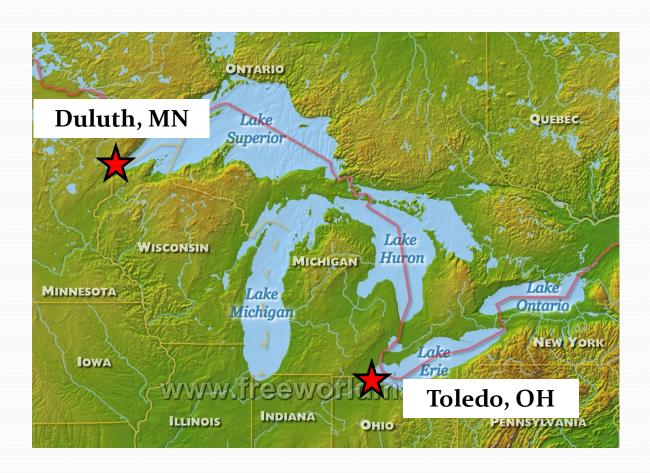
#### Lower Fox River Basin, Wisconsin

Resources for the Future (2011)

# Costs of Preserving open space in the East River Watershed Floodplain (compared to annualized cost of flooding @ build-out of \$2.6 million)

	Annualized Cost	Acres of Green Infrastructure
All parcels in floodplain	\$5.1 million	7,406
Targeting Scenarios		
Parcels with >1 foot of water in 100-year flood	\$3.7 million	4,646
Parcels accounting for 90% of acre-feet of flooding	\$1.2 million	6,385
Parcels below median cost per acre-foot of flooding	\$496,000	6,379

# Tale of Two Cities



- Duluth focus on damages from rarer, high intensity events
- Toledo focus on damages from frequent, low intensity events

# Adaption Options Considered in Duluth and Toledo

- Land Use Options
  - Property buy outs
  - Easements
  - Riparian buffer and floodplain restoration
  - Conservation of open space
  - Zoning changes
- Infrastructure Options
  - Porous pavement
  - Bio-retention
  - Rainfall capture
  - Blue/green roof

- Grey infrastructure
- Wetlands/floodplain restoration
- Everything in between

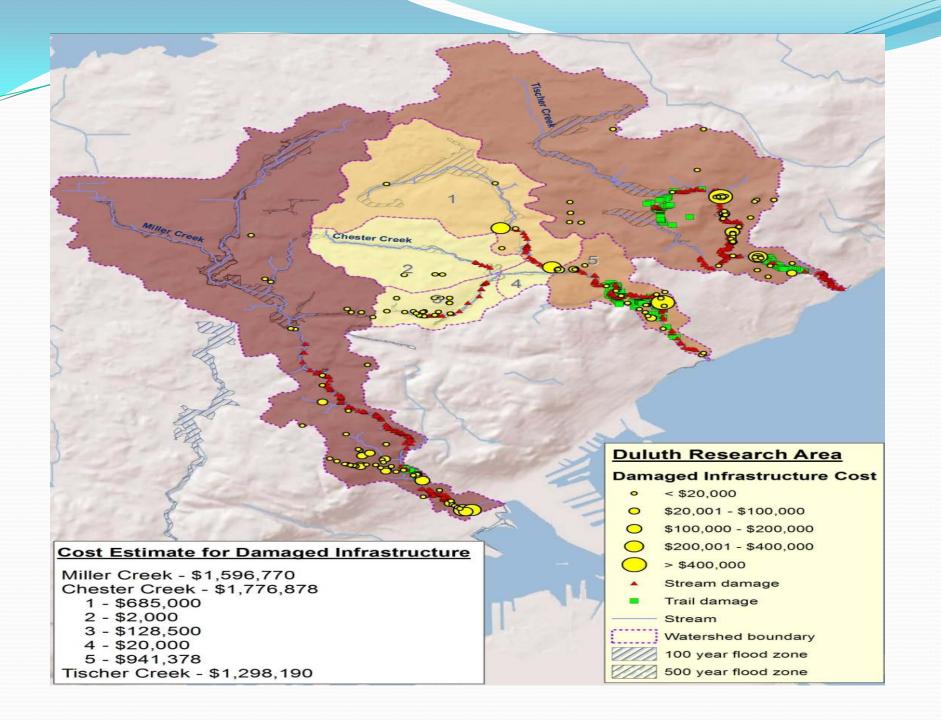
#### Duluth: Issues & Considerations

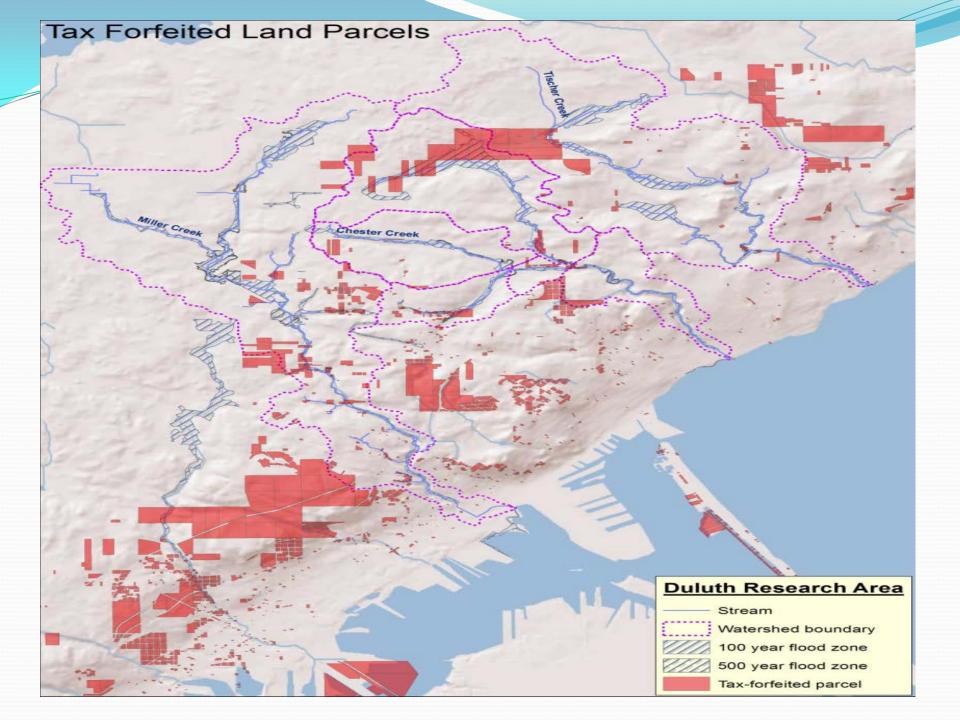
- Unique geology: runoff is channeled into bedrock ravines that convey large volumes of runoff
- Minimal floodplains due to steep slopes
- Highly recreational use of sub-watersheds
- Aging and undersized infrastructure significantly contributes to flooding (dates back to 1880s)
- 30-60% developed in the study area

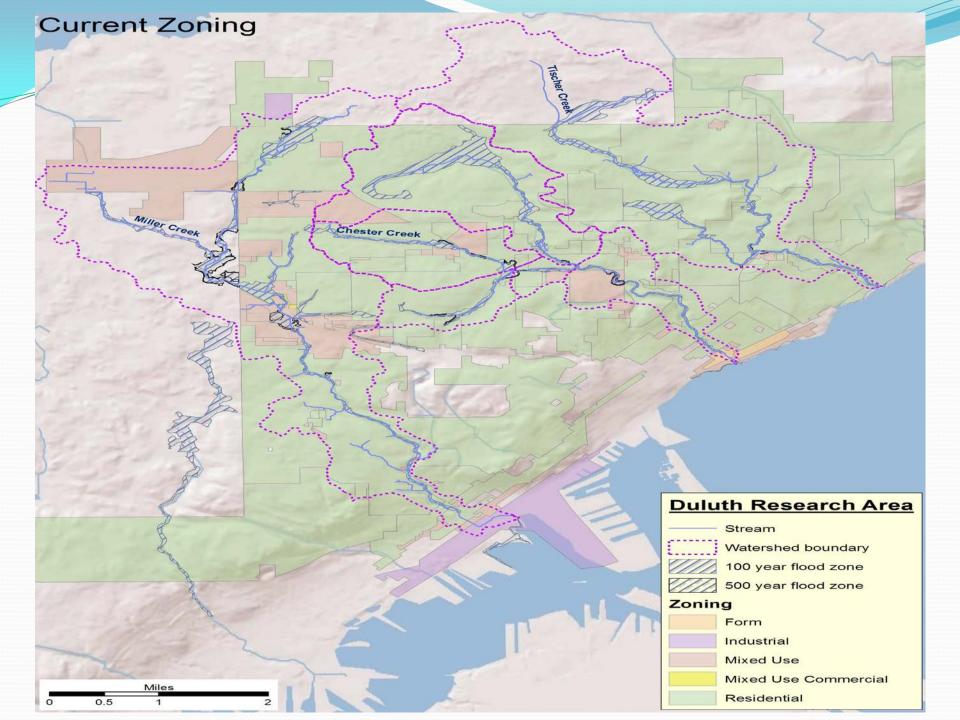
#### **Duluth: Issues & Considerations**

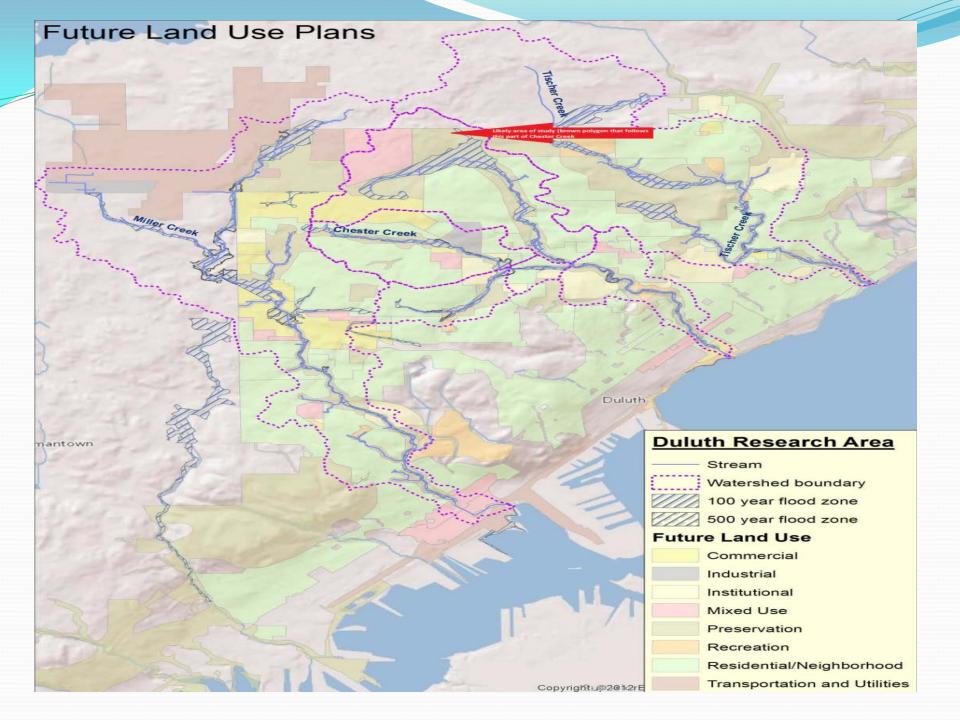


The city estimates approximately \$55 million in costs for approximately 700 repair projects needed due to damages from one 2012 storm event









#### **Duluth Adaptation Direction to Date:**

- Best opportunities are in headwater areas
- Implement larger riparian setbacks to keep development out of floodplains
- Ensure that existing open space in the headwaters area remains undeveloped where possible (easements, zoning, land acquisition)
- Increased storage in headwaters to reduce flooding downstream (number of GI options)
- Next: We will compare costs including lost tax revenue for land use and GI options chosen

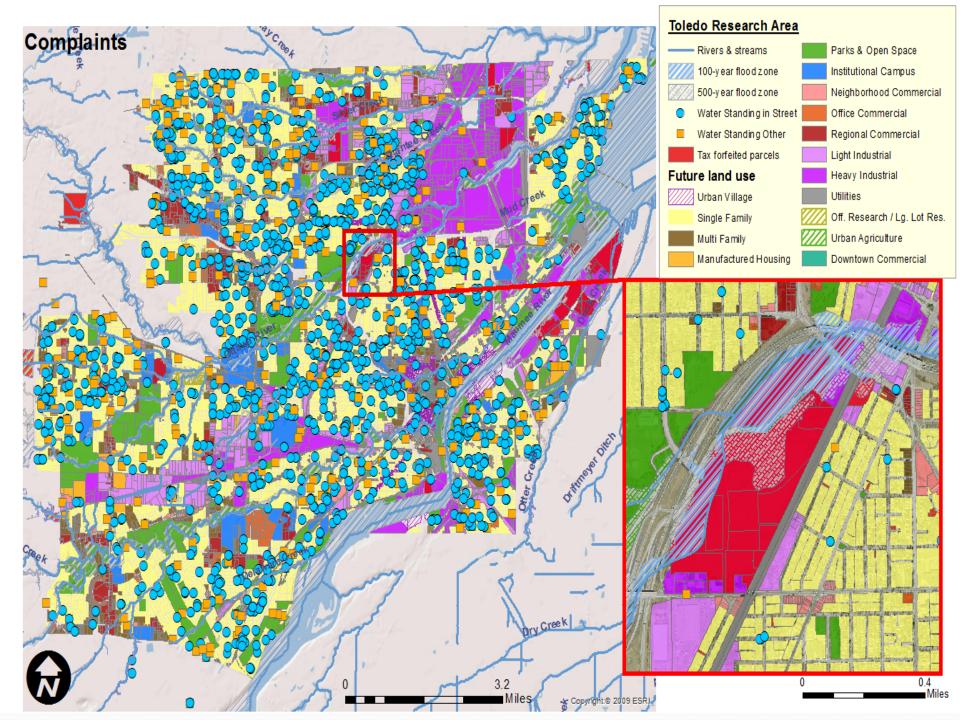
#### **Toledo: Issues & Considerations**

- Relatively flat topography
- Development up to the floodplain (highly developed)
- Development pressure in floodplains
- High population density (~4,000 people/square mile)
- Rampant basement and street flooding ("ponding everywhere") even in small storms
- Undersized, traditional stormwater infrastructure

# Toledo Flooding, 2012



Credit: David Stowell, www.examiner.com, March 16, 2012



#### Toledo Adaptation Direction to Date

- Future land use plans indicate increased density/impervious surface
- Opportunities=smaller scale parcels in the floodplain
- Localized solutions (pocket flooding): focus on implementing GI/restoration on tax title land and incorporating GI into future development/redevelopment (zoning and building codes)
- Property buy outs: residential properties with chronic flooding within the floodplain

#### Lessons Learned: Challenges and Opportunities

- Data and Modeling Challenges:
  - When is the optimal time to collect data v engage with stakeholders?
  - Using existing models usually saves \$
  - Data collection is expensive and existing data hard to find/assemble
  - Clean handoff from model outputs to model inputs
- Respect local context: economic, hydrologic, political realities
- Opportunities for long term policy changes relating to land use in these cities though at different scales and magnitude of results
- Opportunities to consolidate data and develop baseline analysis to inform future investment and land use decisions

# Lessons Learned for Transferability

#### LOCATION, LOCATION

- Develop site selection criteria in advance
- Need adequate baseline (flooding data sets, previous modeling, previous flooding damage costs)
- Look for availability of opportunities (land availability, political support) for range of options to be considered

#### PARTNERSHIPS, PARTNERSHIPS, PARTNERSHIPS

- Know how information flows within a community
- Love your local POCs that provide access to data/info
- Build capacity in town for future

#### **Next Steps**

- Finish model runs
- Propose GI and land use adaptation options for each community
- Economic analysis comparing options
- Identify/quantify co-benefits
- Draft report for transferability to other communities
- Inform community planning guide on economic analysis of resilient infrastructure (in progress)

#### **Project Team**

#### NOAA COASTAL SERVICES CENTER

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Jeff Stone (HAZUS modeling)

#### HORSLEY WITTEN GROUP

- Nate Kelly and Kathleen Atkinson
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